## NOT INTENDED FOR PUBLICATION IN PRINT

UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF INDIANA INDIANAPOLIS DIVISION

FIREMAN'S FUND INSURANCE COMPANY,	)
Plaintiff, vs.	) ) NO. 1:03-cv-01263-RLY-TAB
STEAKHOUSE OUTBACK, DAVID MARKLEY, LISA MARKLEY, FEDERAL INSURANCE COMPANY, CHUBB & SON, INC., WACHOVIA INSURANCE SERVICES, INC., DAVIS BALDWIN, INC.,	) ) ) ) ) ) ) ) ) ) )
Defendants.	)

## UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF INDIANA INDIANAPOLIS DIVISION

FIREMAN'S FUND INSURANCE COMPANY	)	
Plaintiff,	)	1:03-cv-1263-RLY-TAB
vs.	)	1.05 ( 1205 121 1115
OUTBACK STEAKHOUSE INC., et al.,	)	
Defendants.	)	

# ORDER GRANTING PLAINTIFF'S MOTION TO LIFT STAY AND MOTION FOR LEAVE TO FILE AMENDED COMPLAINT

To promote judicial economy, the Court on July 27, 2004 stayed the proceedings pending further order. [Docket No. 84]. The appeal of a \$39 million dollar negligence claim against Outback Steakhouse, Inc. ("Outback"), justified the stay. On July 15, 2005 the Court of Appeals affirmed the verdict. Outback Steakhouse of Florida, Inc., v. Markley, 831 N.E.2d 228 (Ind. Ct. App. 2005). Prior to this affirmation by the Indiana Court of Appeals, however, Plaintiff Fireman's Fund Insurance Company ("FFIC") filed a motion requesting that the Court lift the July 27, 2004 stay only to allow it to file a motion for leave to file an amended complaint. [Docket Nos. 85-86]. Co-Defendants Federal Insurance Company ("FIC") and Chubb & Son Inc. ("Chubb") object to these motions as premature. [Docket No. 87].

In compliance with the Court's previous order, Defendants report further that the stay should remain in place pending Outback's exhaustion of its appellate rights in the <u>Markley</u> appeal. [Docket Nos. 88-89]. Mindful of the challenge faced by Outback in its quest to challenge the \$39 million dollar verdict against it, and for the reasons set forth below, this Court

#### GRANTS Plaintiff's motions.

A court may use its discretion to determine whether to stay civil proceedings when the "interests of justice" require such action. Smith v. Bravo, 2000 WL 1051855, \*4 (N.D. Ill. 2000), citing Afro-Lecon, Inc. v. U.S., 820 F.2d 1198, 1202 (D.C. Cir. 1987). Likewise, Rule 15 of the Federal Rules of Civil Procedure permits a court to grant a party leave to amend pleadings freely "where justice so requires." Fed. R. Civ. P. 15(a). It is the district court's discretion to deny a Rule 15 motion where "undue delay, undue prejudice to the opposing party, or futility of the amendment" is apparent to the court. Thompson v. Boggs., 33 F.3d 847, 853 (7<sup>th</sup> Cir. 1994).

Only Chubb and FIC challenge FFIC's motions. However, neither sufficiently demonstrates how FFIC's Rule 15 motion would cause them undue delay or undue prejudice. The immediate reinstatement of the stay subsequent to FFIC's filing of its amended complaint will sufficiently ameliorate any delay or prejudice to the parties. FFIC represents that this motion is essential to preserve its claims before the statute of limitations for such action runs. Although these Defendants raise a valid issue with respect to when FFIC's action may accrue, their arguments fall far short of conclusively demonstrating that FFIC's proposed amendment is futile. The Court is not persuaded by their arguments in that respect, and it can find no good reason to deny FFIC's motions.

Accordingly, the Court overrules Chubb's and FIC's objections and grants FFIC's motions to lift the stay for the limited purpose of filing its Amended Complaint. The Court further orders the parties to file with the Court a copy of the final decision in the <u>Markley</u> appeal that concludes all appellate rights, within 10 days of issuance, along with a statement regarding

the continuance or lifting of the stay.

Dated:

### Copies to:

Michael Joseph Alexander Attorney at Law 201 N High St Muncie, IN 47305

Robert D. Anderle PORTER WRIGHT MORRIS & ARTHUR randerle@porterwright.com

Bryan Harold Babb BOSE MCKINNEY & EVANS, LLP bbabb@boselaw.com

Bryce H. Bennett Jr RILEY BENNETT & EGLOFF LLP bbennett@rbelaw.com

Michael E. Brown KIGHTLINGER & GRAY mbrown@k-glaw.com

Joseph C. Chapelle BARNES & THORNBURG joe.chapelle@btlaw.com

Daniel F. Gourash
PORTER WRIGHT MORRIS & ARTHUR
dgourash@porterwright.com

Ann Sheaffer Grayson BARNES & THORNBURG ann.grayson@btlaw.com

Michael J. Hulka BARNES & THORNBURG mhulka@btlaw.com

Donald K. McClellan MCCLELLAN MCCLELLAN & ARNOLD gah241966@yahoo.com

J. Mark McKinzie RILEY BENNETT & EGLOFF LLP mmckinzie@rbelaw.com

Alan K. Mills BARNES & THORNBURG alan.mills@btlaw.com

George E. Purdy BOSE MCKINNEY & EVANS gpurdy@boselaw.com

Laura Kay Taylor RILEY BENNETT & EGLOFF LLP ltaylor@rbelaw.com